



DEFENSE LOGISTICS AGENCY

AMERICA'S COMBAT LOGISTICS SUPPORT AGENCY



PDC 1043 Fund Code Issues & Web Fund Code Application

**Joint Finance & Supply Process
Review Committee Meeting**



Agenda

- Purpose
- Data Elements
- File Layout
- DAAS Edits
- Fund Code Table Synchronization
- Implementation Concept of Operations
- Web Fund Code Access Controls
- Fund Code Output Options
- Current Web Application Status
- Fund Code Limitation



Purpose

- Facilitate legacy and future processes
- Support Treasury Account Symbol (TAS) & SFIS/SLOA; add key data elements to SFIS Fund Code Table
- Enhance edits to improve financial processes; improve audit readiness
- Facilitate real time update of fund codes by Fund Code Monitors
- Allow for staging fund codes for future effective dates
- Replace email distribution of Fund Code updates with System-to-System synchronization



Fund Code Table SLOA/Finance Data Elements

Current Fund Code Table

<u>Data Element</u>	<u>#</u>
Appropriation	11
- Department Regular	2
- FY Chargeable Indicator	1
- Main Account	4
- Limit/Subhead	4

SFIS/SLOA Additions

<u>Data Element</u>	<u>#</u>
Department Transfer Code	3
Beginning Period of Availability	4
Ending Period of Availability	4
Sub Account	3
Sub Class	2

Availability Type (AT)

1

Notes:

- Department Regular becomes three characters under SLOA
- FY Chargeable is legacy
- Limit/Subhead is legacy; relates to SLOA Sub Allocation Holder
- **Availability Type (AT)** added to SFIS Fund Code Table Subsequent to PDC 1043



Fund Code Table Other Data Elements

<u>Data Element</u>	<u>#</u>
Fund Code	2
Service Code	2
Signal Code	1
Effective Date	7
Agency Narrative	20

<u>Data Element</u>	<u>#</u>
Action Code (Add/Chg/Del)	1
Create Date (database)	7
Last Update (database)	7
Customer User ID (database)	20

Legacy Multi-Year Indicator
1

Note:

- **Legacy Multi-Year Indicator** was added as a data element to indicate that the beginning and ending periods of availability are not available from the Fund Code Table. This will assist in the transition. Discussed later in Concept of Operations.



DAAS Edits for DLMS Fund Code to Fund Account Conversion

- PDC 1043: DLMS users submit fund code and SLOA data per transaction mapping
 - Map fund code to SLOA data elements to populate DLMS transactions when not provided by originator
 - Reject DLMS transactions with inconsistent SLOA data in the DLMS transaction for the identified fund code
 - No change applicable to missing or invalid fund code procedures
 - Current MILSTRIP edit (Table C3.T2) states "No edit is required unless signal code is C or L. Reject if signal code is C or L and fund code does not identify a valid bill-to activity as prescribed by MILSBILLS."



DAAS Edits for DLMS Fund Code to Fund Account Conversion

- Potential Future Edits
 - Missing/Invalid Fund Codes
 - Reject requisitions w/document number dates outside period of availability
 - Reject bills with expired Availability Type “C”
 - Deleted Fund Code
 - Stay on table for 5 years unless reused; reject all transactions



DAAS Edits

Missing/Invalid Fund Codes Proposed

- Develop business rules to support Fund Code edits where feasible
- Retain Interfund billing use of default appropriation in 810L

MILSBILLS DLM 4000.25, Volume 4, APPENDIX 2.2

When a fund code used in the billing and adjustment process is not found on the fund code to disbursement fund account conversion table the appropriation charged shall be:

<u>Organization (Billed Service Code)</u>	<u>Interfund Default Appropriation</u>
Contractor (C, E, L, Q, U)	Not applicable, non-interfund
Non-DoD (G, Z, HX, Numeric)	Not applicable, non-interfund
Army (A, W)	21*2020
Air Force (D, F)	57*3400
Navy (N, P, R, V)	17*1804
Marine Corps (K, M)	17*1106
Defense Logistics Agency (S, T)	97X4930.5999
Other Defense Agency (H)	Not applicable, non-interfund

Note DLA Transaction Services MILSINQ and LOGISTICS REPORTS Web applications should be used for causative research. Requires System Access Request to DLA Transaction Services (https://www.daas.dla.mil/sar/sar_menu.html)



DAAS Edits for DLMS

Signal Code C and L Transition Plan - PDC 1009

- Guidance for use of Signal Code C and L for transition to full DLMS
- Requisitioning systems are directed to populate the bill-to/credit-to DoDAAC and this value will be perpetuated through the life cycle of the requisition
- If populated, DLA Transaction Services will validate that the value in the transaction is the same as the value in the Fund Code to Billed DoDAAC Conversion Table to ensure no errors are introduced by the transition to initiating system population of this value. Inconsistent use will trigger rejection using Status Code CX



DAAS Edits for DLMS

Signal Code C and L Transition Plan -

PDC 1009

Continued

- Systems processing transactions containing Signal Code C or L will use the discrete value contained in the DLMS transaction, but will default to the Fund Code to Billed DoDAAC Conversion Table to identify the bill-to/credit-to DoDAAC if not populated within the transaction upon receipt
- The intent is to eliminate use of the Fund Code to Billed DoDAAC Conversion Table upon full transition to DLMS. This may be accomplished at the Service level once a Service fully transitions to DLMS



Fund Code Table Synchronization

- Disconnect Between
 - Fund Code to Fund Account Conversion Table (Appendix 1.1) and Fund Code to Billed Office DoDAAC Table (Appendix 1.2) for third party billing (Signal Code C or L)
 - Unable to route the third party bill when there is a fund code on the Fund Code to Fund Account Conversion Table without a correlating Fund Code to Billed Office DoDAAC record
- Proposed Future Fund Code Table Edit
 - For DOD third party billing (Signal Code C or L), fund code must be on the Fund Code to Fund Account Conversion Table and the Fund Code to Billed Office DoDAAC Table
 - Remove default fund codes
 - Add fund codes for non-Interfund billing



Implementation CONOPS

- For initial build of SFIS Fund Code table data
 - DLA Transaction Services will convert existing data
 - Services supply additional data for bulk upload by DLA Transaction Services
- Start FY 2014 with new fund codes for any period of availability that includes FY 2014
- All requisitions going forward would properly reflect the beginning and ending period of availability for the Treasury TAS that the seller is required to have for Interfund bills



Implementation CONOPS

- Existing legacy multi-year appropriations will be flagged on the SFIS Fund Code table
 - The Fiscal Year Chargeable Indicator (without the period of availability) will be available from the SFIS Fund Code table
 - DLA Transaction Services will not be able to validate or populate period of availability in DLMS transactions
 - DLMS logistics bills will be able to carry the beginning and ending period of availability when populated by the originator and both systems are DLMS capable



Implementation CONOPS

- By the end of FY 2014, the vast majority of items previously requisitioned with legacy fund codes would have been delivered and billed
- Only back ordered items with multi-year fund codes are of concern - single-year and no-year appropriations are not a concern
- Back Ordered Item Options
 - Buyer: modify back order requisition to replace fund code
 - Seller: bill via non-Interfund
 - Advise OUSD(C) and ODCMO that some transactions may still require buyer side adjustments at Treasury to correct periods of availability



Access Controls

- Fund Code Monitor Letters of Appointment
- System Access Request To DLA Transaction Services
- Access Controlled by Service/Agency Code
 - (https://www.daas.dla.mil/sar/sar_menu.html)



Fund Code Output Options From DLA Transaction Services

- Planned
 - Web Services
 - Web Services provides Component application systems near real-time access. Contact the DLA Transaction Services Help Desk concerning DoD Data Services (DDATA) Web Services at daashelp@dla.mil.
 - Download
 - File download in CVS or Microsoft Excel from eDAASINQ. Users. The user must have a CAC or PKI certificate and a SAR submitted to DLA Transaction Services. The procedures to access are available at:
<https://www.transactionservices.dla.mil/daashome/homepage.asp>.
- Logistics Reports (Current)
 - Replace current report format. The procedures to access are available at: <https://www.transactionservices.dla.mil/daashome/homepage.asp>



Fund Code Report Layout (Option 1)

BILLED SERVICE CODE = H (OTHER DEFENSE AGENCIES)

SIGNAL CODE IS A, B, J, OR K:

****FUND ACCOUNT****

FUND CODE	DPT REG	F Y	MAIN ACCT	LIMIT SUBHD	DEP TRN	SUB ACT	SUB CLS	BEG POA	END POA	L I	A T	AGCY	EFFECT DATE	ACT
47	021	#	1234	ALS9	097	187	85	2012	2013	T		NGA	2010242	CHG
XP				NONINTERFND								ALL	1986314	ADD
OTHER				NONINTERFND								ALL	1986314	ADD

**Eliminates the concatenated appropriation.
Just shows the individual discrete data elements**



Fund Code Report Layout (Option 2)

BILLED SERVICE CODE = H (OTHER DEFENSE AGENCIES)

1. SIGNAL CODE IS A, B, J, OR K:

FUND CODE	FUND ACCOUNT	DPT REG	F Y	MAIN ACCT	LIMIT ALS9	DEP TRN	SUB ACT	SUB CLS	BEG POA	END POA	L I	A T	AGENCY	EFFECT DATE	ACT
47	21#1234ALS9	021	#	1234	ALS9	097	187	85	2012	2013	T		NGA	2010242	CHG
XP	NONINTERFND												ALL	1986314	ADD
OTHER	NONINTERFND												ALL	1986314	ADD

Includes concatenated appropriation & individual accounting elements.

Concatenated appropriation is constructed from individual accounting elements



Current Status

- DLA Transaction Services is completing application development and will submit the application to the DLA Internet Council for approval
- In the event that the DLA Internet Council does not complete review and approval prior to September 30, 2014, the database will be available
- DLA Transaction Services will be able to accept and make fund code changes pending approval
- Training sessions are planned for Fund Code Monitors
- DLA Transaction Services brief will brief at June 20, 2013 FPRC



Fund Code Limitation Background

- Fund code is two characters limiting the number of possible fund codes to 1296 per Service/Agency and Signal Code combination (includes use of numeric 0, 1 and alpha I, O)
- Once used, a fund codes must remain on the SFIS Fund Code table for five years past the ending period of availability in order for bills to process. Thereafter, current year funds must be used.
- Adding beginning and ending periods of availability for multi-year appropriations (proposed) is potentially problematic.
- Single year and no-year appropriations will not be impacted.



Fund Code Limitation Background Continued

- Fiscal year chargeable on the fund code table may use symbols
 - “#” derives the correct fiscal year from the requisition ordinal date
 - “*” derives the correct fiscal year from the Summary Bill “Year Within Decade and Month Billed”
 - Seller Central Account Office, who reports both sides of the transaction to Treasury, is able to determine a correct fiscal year and length of appropriation (e.g. 3 years) but not necessarily the correct beginning and ending periods of availability for multi-year appropriations
 - Buyer Central Account Office records the correct period of availability with the obligation. Adjusts his account with Treasury for beginning and ending period of availability as needed



Fund Code Limitation Example

Fund Code Table

BILLED SERVICE CODE = D,E,F (AIR FORCE)

1. SIGNAL CODE IS A, B, J, OR K:

<u>Fund Code</u>	<u>Fund Account</u>	<u>Eff Date/Action</u>
11	57*3010	1986314 ADD

USAF Billing Adjustment (Department Code 057)

Appropriation					Reimbursements	
Disbursements						
57	2005	2007	3010	000	.00	-143,216.28
57	2007	2009	3010	000	00	55,848.27
57	2008	2010	3010	000	00	191,193.53
57	2009	2011	3010	000	00	364,775.27
57	2010	2012	3010	000	00	
1,387,974.05						
57	2011	2013	3010	000	00	



Fund Code Limitation

Potential Impacts

- Potential overwhelming demand for new fund codes for multi-year appropriations
 - Use of Limit/Subhead for sub-allocating funds
 - Extensive use of Third Party Billing (Signal Codes C/L) for different DoDAACs
 - Component unique business rules and processes
- Managing new fund codes each year is a challenge, however:
 - Operations and Maintenance funds are single year – N/A
 - Multi-year appropriations may be executed with experienced business financial managers
- Limited unused fund codes available
- Explore other options to reduce the need for separate fund codes within the appropriation

What are your thoughts?



Backup



Missing/Invalid Fund Codes Edit

- Reject transactions triggering a financial event with invalid/missing Fund Code
 - 511R, Requisition
 - Applicable to requisition, referral order, and passing order.
 - 511M, Requisition Modification
 - Applicable because it repeats information from original requisition due to MILSTRIP requirement to support capability to use modification as original requisition if original requisition is not on file.
 - 869F, Requisition Follow-Up
 - Applicable because it repeats information from original requisition due to MILSTRIP requirement to support capability to use follow-up as original requisition if original requisition is not on file.
 - 517M, Material Obligation Validation (MOV)



Missing/Invalid Fund Codes Edit

- Reject transactions triggering a financial event with invalid/missing Fund Code
 - 180M, Material Returns Reporting
 - Applicable to automatic return notification (legacy DIC FTA) and customer asset report/customer asset report for part-numbered items (legacy DIC FTE/FTG).
 - 940R, Materiel Release
 - Applicable to the disposal release order for hazardous materiel/waste and creditable turn-in only.
 - 856S, Shipment Status
 - Applicable only to shipment status (IC) from reporting activity for lateral redistribution order shipments of retail assets (legacy DIC AS6).
 - 867I, Issue Transaction
 - Applicable to post post issue transactions where no prior transaction captured SLOA data.